

FISCAL NOTE

Bill #: HB0373

Title: Clarify registration requirements for vehicle ownership

Primary

Sponsor: Trudi Schmidt

Status: As Introduced

Sponsor signature	Date	Chuck Swysgood, Budget Director	Date
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Fiscal Summary

	<u>FY2002</u> <u>Difference</u>	<u>FY2003</u> <u>Difference</u>
Expenditures:	0	0
Revenue:		
General Fund (01)	(\$6,704)	(\$6,808)
State Special Revenue (Highways)	(\$79,000)	(\$80,250)
State Special Revenue (MHP)	(\$210)	(\$213)
State Special Revenue (FWP)	(\$2,933)	(\$2,979)
County/City Local Government	(\$88,369)	(\$89,981)
Net Impact on General Fund Balance:	(\$6,704)	(\$6,808)

<u>Yes</u>	<u>No</u>		<u>Yes</u>	<u>No</u>	
	X	Significant Local Gov. Impact		X	Technical Concerns
	X	Included in the Executive Budget		X	Significant Long-Term Impacts
	X	Dedicated Revenue Form Attached		X	Family Impact Form Attached

Fiscal Analysis

ASSUMPTIONS:

1. HB 373 prohibits the registration of motor vehicles (MVs), primarily motor homes and recreational travel trailers, titled and registered in Montana that are owned and principally garaged out of state.
2. The statistics and revenue projections reflected herein are based on MV transactions occurring in Missoula County where it has been documented that a significant number of MVs are titled and registered, but are principally garaged out of state.

(continued)

3. CY 1999 statistics reflect 110 motor homes were registered in CY 1999 that paid \$164,985 which was deposited in the state highway special revenue account and 1,571 paid a total flat fee of \$171,705 which was credited to the County Motor Vehicle Suspense Fund (1,681 total). In CY 2000 there were 307 motor homes registered that paid \$431,864 (state highway special revenue account) and 2,052 that paid a flat fee of \$248,760 (County Motor Vehicle Suspense Fund) (2,359 total).
4. Assuming the increase between 1999 and 2000 statistics remains constant in subsequent fiscal years, applying a 1.5% annual growth in the number of motor homes registered, and assuming that 50% of the motor homes that paid the flat fee in CY 1999 were less than 2 years old, it is estimated there would be a total reduction of 794 motor home registrations in FY 2002 resulting in a decrease of approximately \$79,000 in the state highway special revenue account and \$78,429 in the County Motor Vehicle Suspense Fund and in FY 2003 a reduction of 807 motor home registrations resulting in a decrease of approximately \$80,250 in the state highway special revenue account and \$79,889 in the County Motor Vehicle Suspense Fund.
5. CY 1999 statistics reflect 218 model year 2000 and 2,874 model year 1999 and older travel trailers that were registered in CY 1999 paying total flat fees of \$95,181. In CY 2000 there were 225 model year 2000 and 2,955 model year 1999 and older travel trailers paying total flat fees of \$100,619.
6. Assuming the increase between 1999 and 2000 statistics remains constant in subsequent fiscal years and applying a 1.5% annual growth in the number of travel trailers registered, it is estimated in FY 2002 and FY 2003 there would be a reduction of 44 travel trailer registrations resulting in a decrease of approximately \$1,876 in the County Motor Vehicle Suspense Fund in FY 2002 and \$1,898 in FY 2003.
7. Additionally, there would be reductions in revenues for each of the motor vehicle registration fees that would no longer be collected resulting in a decrease to the state general fund of \$4,190 in FY 2002 and \$4,225 in FY 2003 for the MV registration fees, \$419 in FY 2002 and \$426 in FY 2003 for the junk vehicle fees, \$1,257 in FY 2002 and \$1,277 in FY 2003 for the weed fees, and \$838 in FY 2002 and \$851 in FY 2003 for the system fees; the county/city local government funds of \$8,028 in FY 2002 and \$8,158 in FY 2003 in license fees and \$36 in FY 2002 and \$36 in FY 2003 for weed fees; the state MHP special revenue fund of \$210 in FY 2002 and \$213 in FY 2003; and the FWP special revenue fund of \$2,933 in FY 2002 and \$2,979 in FY 2003 for the RV fee.
8. The Department of Justice Motor Vehicle Division will absorb the cost of printing new manuals and training the county treasurers through established training schedules.
9. There is no fiscal impact to the Montana Association of Counties per se.

FISCAL IMPACT:

	<u>FY2002</u> <u>Difference</u>	<u>FY2003</u> <u>Difference</u>
<u>Revenues:</u>		
General Fund (01)	(\$6,704)	(\$6,808)
State Special Revenue (Highway)	(\$79,000)	(\$80,250)
State Special Revenue (MHP)	(\$210)	(\$213)
State Special Revenue (FWP)	(\$2,933)	(\$2,979)
County/City Local Government	(\$88,369)	(\$89,981)

EFFECT ON COUNTY OR OTHER LOCAL REVENUES OR EXPENDITURES:

County/City local government revenues would be reduced by approximately \$88,639 in FY 2002 and \$89,981 in FY 2003.